

# STATE OF WISCONSIN

SENATE CHAIR  
**Howard Marklein**

316 East, State Capitol  
P.O. Box 7882  
Madison, WI 53707-7882  
Phone: (608) 266-0703



ASSEMBLY CHAIR  
**Mark Born**

308 East, State Capitol  
P.O. Box 8952  
Madison, WI 53708-8953  
Phone: (608) 266-2540

## JOINT COMMITTEE ON FINANCE

### MEMORANDUM

To: Members  
Joint Committee on Finance

From: Senator Howard Marklein  
Representative Mark Born

Date: November 16, 2021

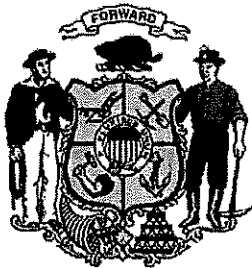
Re: DOC Report to JFC

Attached is a report on Prison Industries for the fiscal year ending June 30, 2021, from the Department of Corrections, pursuant to s. 303.018, Stats.

This report is being provided for your information only. No action by the Committee is required. Please feel free to contact us if you have any questions.

Attachments

HM:MB:jm



Wisconsin Department of Corrections  
Governor Tony Evers | Secretary Kevin A. Carr

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October 15, 2021

Senator Howard Marklein  
Co-Chair, Joint Committee on Finance  
Room 316 East  
State Capitol  
P.O. Box 7882  
Madison, WI 53707

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*St. Finance*

Representative Mark Born  
Co-Chair, Joint Committee on Finance  
Room 308 East  
State Capitol  
P.O. Box 8952  
Madison, WI 53708

Dear Senator Marklein and Representative Born:

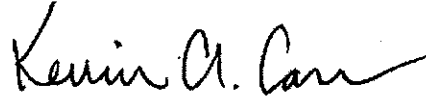
Attached is the report on Prison Industries for the fiscal year ending June 30, 2021, as required by §303.018 of the Wisconsin Statutes. This report includes the year-to-date cash balances of the Bureau of Correctional Enterprises (BCE) industries at the end of the fiscal year.

**Traditional Prison Industries**

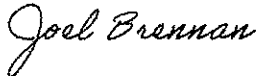
The fiscal year reporting for FY21 is from July 1, 2020 through June 30, 2021, and shows BCE had gross revenues of \$16,289,300 with cash expenditures of \$12,412,100. FY21 ended with a net profit of \$3,877,200 on a cash basis, and a profit of \$3,802,700 on an accrual basis.

With a beginning cash balance of \$1,060,500 and a FY21 net profit of \$3,877,200, the cash balance at the end of the fiscal year was \$4,937,700.

Sincerely,



Kevin A. Carr, Secretary  
Department of Corrections



Joel Brennan, Secretary  
Department of Administration

Attachments

cc:

Sarah Cooper, DAI  
Stephanie Hove, DAI  
Paul Kemper, DAI  
Wes Ray, BCE  
Julie Schaus, BCE  
Wendy Monfils, DAI  
Ann Marie Wuest, DAI  
Andy Potts, DOA  
Ryan Hutter, DOA

Doug Percy, DMS  
Ray Woodruff, DMS  
Steve Krallis, DMS  
Dawn Woeshnick, DMS  
Jordyn Rosario, DMS  
Cynda Solberg, DMS  
Linda Ellefson, DMS  
Jere Bauer, LFB  
Shannon Huberty, LFB

**BUREAU OF CORRECTIONAL ENTERPRISES  
CASH BALANCE SUMMARY  
AS OF JUNE 30, 2021**

<b>TRADITIONAL INDUSTRIES</b>				
<b>INDUSTRY</b>	<b>BEGINNING CASH BALANCE 07/01/2020</b>	<b>FY 21 REVENUE</b>	<b>FY 21 EXPENDITURES</b>	<b>CASH BALANCE AS OF 06/30/2021</b>
<b>NON PROJECT OPERATIONS</b>				
MANAGEMENT & SUPPORT <sup>1</sup>	2,537,200	(107,400)	(652,600)	3,082,400
DISTRIBUTION CENTER	165,200	(136,300)	30,800	(1,900)
TRANSITION PROGRAM	0	0	0	0
<b>SUB-TOTAL</b>	<b>2,702,400</b>	<b>(243,700)</b>	<b>(621,800)</b>	<b>3,080,500</b>
<b>PROJECT OPERATIONS</b>				
FURNITURE <sup>2</sup>				
SYSTEM FURNITURE	(14,077,100)	4,093,300	3,234,800	(13,218,600)
UPHOLSTERY	533,100	2,180,200	1,339,600	1,373,700
<b>FURNITURE SUB-TOTAL</b>	<b>(13,544,000)</b>	<b>6,273,500</b>	<b>4,574,400</b>	<b>(11,844,900)</b>
LAUNDRY	(1,133,800)	1,689,900	1,709,200	(1,153,100)
TEXTILES	(7,908,300)	2,000,500	1,555,900	(7,463,700)
METAL STAMPING	27,980,400	2,775,000	1,512,500	29,242,900
CANTEEN	(431,900)	998,800	416,700	150,200
PRINTING	(4,462,800)	365,100	560,000	(4,657,700)
SIGNS				
CUSTOM SIGNS SHOP	687,800	938,400	888,400	737,800
ROAD & TRAIL SIGNS SHOP	(1,620,200)	1,346,200	1,569,600	(1,843,600)
SIGN HYDROSTRIPPING SHOP	(1,015,600)	113,000	243,900	(1,146,500)
<b>SIGNS SUB-TOTAL</b>	<b>(1,948,000)</b>	<b>2,397,600</b>	<b>2,701,900</b>	<b>(2,252,300)</b>
PDC	0	3,000	3,000	0
DURABLE MEDICAL EQUIPMENT	(193,500)	29,600	300	(164,200)
<b>TOTAL</b>	<b>1,060,500</b>	<b>16,289,300</b>	<b>12,412,100</b>	<b>4,937,700</b>

**Footnotes:**

1: Management & Support costs represent overhead and non-project operations. Transition program costs are substantially allocated to the appropriate industries in the current fiscal year. Any remaining costs will be allocated in next fiscal year operations

2: System Furniture sales are derived from products manufactured by the other Industries: Wood & Laminating, Metal Furniture, and Upholstery. Costs for those products are retained by the originating shop.

<b>BADGER STATE LOGISTICS</b>				
<b>INDUSTRY</b>	<b>BEGINNING CASH BALANCE 07/01/2020</b>	<b>FY 21 REVENUE</b>	<b>FY 21 EXPENDITURES</b>	<b>CASH BALANCE AS OF 06/30/2021</b>
BADGER STATE LOGISTICS	1,270,500	5,906,000	5,480,300	1,696,200

<b>CORRECTIONAL FARMS</b>				
<b>INDUSTRY</b>	<b>BEGINNING CASH BALANCE 07/01/2020</b>	<b>FY 21 REVENUE</b>	<b>FY 21 EXPENDITURES</b>	<b>CASH BALANCE AS OF 06/30/2021</b>
CORRECTIONAL FARMS	5,587,200	5,708,100	4,467,300	6,828,000

**Traditional Prison Industries (Appr 13400)**

**June 30, 2021 Cash Profit and Loss Statement  
As of June 30, 2021**

Revenue		\$ 16,289,300
Cost of Goods Sold	\$ 9,592,500	
Administrative Expense	\$ 2,819,600	
Subtotal		<u>\$ 12,412,100</u>
Plus beginning Cash Balance		\$ 1,060,500
Cash Profit (Loss) - June 30, 2021		<u>\$ 3,877,200</u>
Cash Balance June 30, 2021		<u>\$ 4,937,700</u>

**June 30, 2021 Accrual Profit and Loss Statement  
As of June 30, 2021**

Sales		\$ 16,289,300
Cost of Goods Sold	\$ 9,650,000	
Administrative Expense	\$ 2,836,600	
Subtotal		<u>12,486,600</u>
Accrual Basis Operating Profit (Loss) - June 30, 2021		<u>\$ 3,802,700</u>